

MEMORANDUM

TO: Mayor and City Councilmembers

Doug Faseler, City Manager

FROM: Twila Wood, Purchasing Manager

DATE: July 30, 2019

RE: Purchase Wheel Loader

The City's Public Works Department requests the purchase of a new wheel loader to replace a 21-year-old loader that requires costly repairs far exceeding its value. A loader is required for street repair projects. The cost of this purchase is included in the budget adjustment request subject to Council approval.

A quote for a 2019 John Deere 524L wheel loader was received from RDO Equipment Company in New Braunfels in the amount of \$146,623. The purchase includes the John Deere comprehensive 84 month/5,000-hour warranty.

RDO Equipment is an authorized distributor of John Deere equipment. Their quote is based on John Deere's awarded contract through the national purchasing cooperative known as Sourcewell (formerly the National Joint Powers Alliance or NJPA) administered by the State of Minnesota. Purchases utilizing Sourcewell cooperative contracts are in compliance with Texas bidding requirements.

Staff recommends approval.

